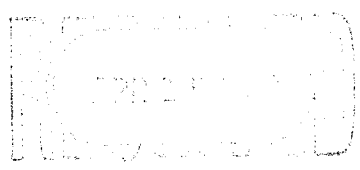


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-03230A TWIN HAWKS UTILITY, INC. 432 E. SPEEDWAY TUCSON AZ 85705-0000		 DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
----	----	------

FOR COMMISSION USE

ANN04	01
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Processed by:

4-17-02 cm

SCANNED

17 APR 2002

COMPANY INFORMATION

Company Name (Business Name) <u>Twin Hawks Utility, Inc</u>		
Mailing Address <u>432 E. Speedway</u>		
<u>Tucson</u> (City)	<u>AZ</u> (State)	<u>85705</u> (Zip)
<u>520-624-8512</u> Telephone No. (Include Area Code)	<u>520-792-0501</u> Fax No. (Include Area Code)	<u>None</u> Pager/Cell No. (Include Area Code)
Email Address <u>J Matthias Myers @ MSN.COM</u>		
Local Office Mailing Address _____		
_____ (City)	_____ (State)	_____ (Zip)
_____ Local Office Telephone No. (Include Area Code)	_____ Fax No. (Include Area Code)	_____ Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Jenny Myers</u>			<u>President</u>		
(Name)			(Title)		
<u>432 E. Speedway</u>			<u>Tucson</u>		
(Street)			(City)		
<u>AZ</u>			<u>85705</u>		
(State)			(Zip)		
<u>520-624-8512</u> Telephone No. (Include Area Code)	<u>520-792-0501</u> Fax No. (Include Area Code)	<u>None</u> Pager/Cell No. (Include Area Code)			
Email Address <u>J Matthias Myers @ MSN.COM</u>					
On Site Manager: <u>Jenny Myers</u>					
(Name)					
<u>432 E. Speedway</u>			<u>Tucson</u>		
(Street)			(City)		
<u>AZ</u>			<u>85705</u>		
(State)			(Zip)		
<u>520-624-8512</u> Telephone No. (Include Area Code)	<u>520-792-0501</u> Fax No. (Include Area Code)	<u>None</u> Pager/Cell No. (Include Area Code)			
Email Address <u>J Matthias Myers @ MSN.COM</u>					

Statutory Agent: Terry Myers
(Name)

Same
(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Terry Myers
(Name)

Same
(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|---|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input checked="" type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Twin Hawks

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	600.00		
302	Franchises	1500		
303	Land and Land Rights	1000.00		
304	Structures and Improvements			
307	Wells and Springs	19500.		
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	5500.		
331	Transmission and Distribution Mains	20,221		
333	Services	100		
334	Meters and Meter Installations	1000		
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	48,074		

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

TWIN HAWKS

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	600	5yr.	125-
302	Franchises	150	5yr	30
303	Land and Land Rights	1000		-
304	Structures and Improvements	19500	2.97	579.5
307	Wells and Springs			
311	Pumping Equipment	1185.80 5500	1.8 1.8	21.38 99.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	20,244	2.2	444.93
331	Transmission and Distribution Mains			
333	Services	10000	2.46	246
334	Meters and Meter Installations	1000.00	3.82	38.20
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	49,250		1436

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME

Twin Hawks

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 4623.57	\$ 6728.14
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 4623.57	\$ 6728.14
	FIXED ASSETS		
101	Utility Plant in Service	\$ 49260	\$ 49260
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 53,883.57	\$ 55,988.14
	TOTAL ASSETS	\$ 53,883.57	\$ 55,988.14

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

TWIN HAWKS

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ - 0 -	\$ - 0 -
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ - 0 -	\$ - 0 -
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ - 0 -	\$ - 0 -
	TOTAL LIABILITIES	\$ - 0 -	\$ - 0 -
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000.00	\$ 1,000.00
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	55,883.57	55,988.14
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 53,883.57	\$ 56,988.14
	TOTAL LIABILITIES AND CAPITAL	\$ 53,883.57	\$ 56,988.14

COMPANY NAME

Twin Hawks

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 3800.59	\$ 3549.92
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 3800.59	\$ 3549.92
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	712.04	520.33
618	Chemicals		
620	Repairs and Maintenance	50.00	939.62
621	Office Supplies and Expense	202.00	201.00
630	Outside Services		
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	225	
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	90	89.31
403	Depreciation Expense	1436	1436
408	Taxes Other Than Income		
408.11	Property Taxes	1121.62	921.31
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 3836.04	\$ 4107.57
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$	\$
	NET INCOME/(LOSS)	\$ (35.45)	\$ (557.65)

COMPANY NAME

*Twin Hawks***SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan	<i>NONE</i>			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME

Twin Hawks

WATER COMPANY PLANT DESCRIPTIONWELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
636 404	Grundfos 12530-34	20-81 Gpm down	8"	5/8"

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = _____

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
2 Hp	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	500	1

STATISTICAL INFORMATION

Total number of customers Nine

Total number of gallons sold 2 415,000 gallons

COMPANY NAME Twin Hawks YEAR ENDING 12/31/2001

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported (557.65) Loss
Estimated or Actual Federal Tax Liability - 0 -

State Taxable Income Reported (557.65) Loss
Estimated or Actual State Tax Liability - 0 -

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances - 0 -
Amount of Gross-Up Tax Collected - 0 -
Total Grossed-Up Contributions/Advances - 0 -

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

J. M. Myers
SIGNATURE

4/12/02
DATE

J. M. Myers
PRINTED NAME

President
TITLE

COMPANY NAME

Twin Hawks

YEAR ENDING 12/31/2001

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

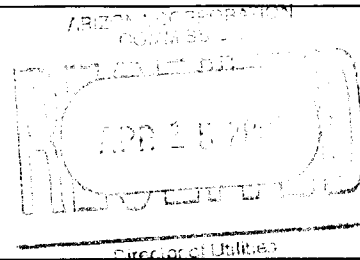
Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 92/31

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Terry Myers, President</u>
COMPANY NAME <u>Twin Hawks Utility, Inc</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 3549,42

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 141.97
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

Terry Myers
SIGNATURE OF OWNER OR OFFICIAL
520-629-8512
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

12th

DAY OF

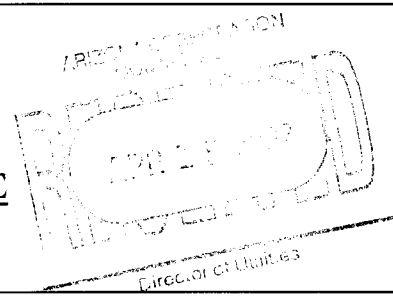
COUNTY NAME	<u>Pima</u>
MONTH	<u>April</u>
YEAR	<u>2002</u>

(SEAL)

MY COMMISSION EXPIRES

James E. Ely
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Jerry Myers</u>	TITLE <u>President</u>
COMPANY NAME <u>Twin Hawks Utility, Inc</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>3549.42</u>

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 141.97
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X J. M. Myers
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

<u>12th</u>

DAY OF

(SEAL)

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME <u>JUDICE E. RYAN</u>	
COUNTY NAME <u>Pima County</u>	
MONTH <u>April</u>	YEAR <u>2002</u>

X Judice E. Ryan
SIGNATURE OF NOTARY PUBLIC

JERRY MATHIAS MYERS

ATTORNEY AT LAW

JERRY MATHIAS MYERS
ATTORNEY AT LAW
FOUR-THIRTY-TWO EAST SPEEDWAY
TUCSON, ARIZONA 85705

TELEPHONE (520) 624-8513
FAX (520) 793-0501

October 1, 2002

Carmen Madrid

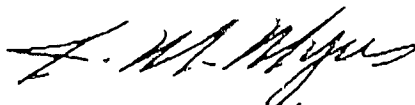
Fax (602) 542-0082

Re: Twin Hawks Utility, Inc.
Cancelled checks- Taxes Paid

Carmen:

Despite all the gripping faxed is a copy of check 1142 payable to Pinal County Treasurer for \$921.31 dated 12/31/01. If you require anything else please advise.

Thank you,


Jerry Mathias Myers

A.G.C. CORPORATIONS DIV.
RECEIVED

OCT 01 2002

DOCUMENTS ARE SUBJECT
TO REVIEW BEFORE FILING

Jerry Mathias Myers

Attorney At Law

Primary Account: 0026423730



Page 2 of 2

Jan 01, 2002 to Jan 31, 2002

TWIN HAWKS UTILITY INC
432 E SPEEDWAY BLVD
TUCSON AZ 85705-7492

TWIN HAWKS UTILITY INC
12/21/01
192.14
S. Miller
TUCSON AZ 85705-7492

TWIN HAWKS UTILITY INC
12/21/01
192.14
S. Miller
TUCSON AZ 85705-7492

TWIN HAWKS UTILITY INC
12/21/01
192.14
S. Miller
TUCSON AZ 85705-7492